

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

|                                  |   |                 |
|----------------------------------|---|-----------------|
| APPROVAL OF THE RESALE           | ) |                 |
| AGREEMENT NEGOTIATED BY          | ) |                 |
| BELLSOUTH TELECOMMUNICATIONS,    | ) |                 |
| INC. AND ANNOX, INC. PURSUANT TO | ) | CASE NO. 96-551 |
| SECTIONS 251 AND 252 OF THE      | ) |                 |
| TELECOMMUNICATIONS ACT OF 1996   | ) |                 |

O R D E R

On June 24, 1997, BellSouth Telecommunications, Inc. ("BellSouth") and Annox, Inc. ("Annox") submitted to the Commission their amended negotiated agreement for resale of services. The agreement was negotiated pursuant to the Telecommunications Act of 1996 ("1996 Act"), 47 U.S.C. Sections 251 and 252. Section 252(e) of the 1996 Act requires the parties to an interconnection agreement adopted by negotiation to submit the agreement for approval to the Commission.

The Commission has reviewed the amended agreement and finds that no portion of the agreement discriminates against a telecommunications carrier not a party to the agreement. The Commission also finds that the implementation of this agreement is consistent with the public interest, convenience, and necessity.

Annox must comply with all relevant Commission mandates for serving in this Commonwealth including the submission of documents verifying the establishment of an

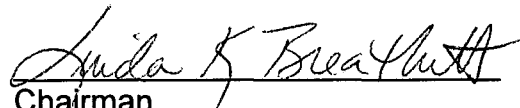
escrow account or the posting of a bond to cover six percent of Annox's gross receipts from the provision of intrastate service for Universal Service Fund obligations.<sup>1</sup>

The Commission, having been otherwise sufficiently advised, HEREBY ORDERS that:

1. The amended negotiated agreement between BellSouth and Annox is approved.
2. Within 20 days of the date of this Order, Annox shall file documents demonstrating that an escrow account or bond has been established to pay its Universal Service Fund obligations.

Done at Frankfort, Kentucky, this 16th day of July, 1997.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director

<sup>1</sup> See Administrative Case No. 355, An Inquiry Into Local Competition, Universal Service, and the Non-Traffic Sensitive Access Rate, Order dated September 26, 1996 at 51 and 54.